

Missouri Investment Trust

Minutes for the Meeting of the Board of Trustees

**Held September 30, 2009
Capitol 229
1:00 P.M.**

Item I: Call to Order

Deputy State Treasurer Mark Mathers called the meeting to order at 1:00 p.m., September 30, 2009.

Item II: Roll Call

Roll was taken to determine the presence of a quorum. Board members present were Deputy State Treasurer Mark Mathers (for State Treasurer Clint Zweifel), and Commissioner Kelvin Simmons. Board members attending via conference call were Ms. Anita Yeckel, Mr. Tim Schulte, Mr. Stuart Zimmerman and Mr. Rich Germinder (for Senator Brad Lager). Angie Robyn from the State Treasurer's Office was also present.

Item III: Approval of Minutes

A quorum having been established, Commissioner Simmons moved the minutes from the March 18, 2009 be approved. Ms. Yeckel seconded the motion, and the motion passed unanimously. Ms. Yeckel moved the minutes from the June 24, 2009 be approved. Commissioner Simmons seconded the motion, and the motion passed unanimously. Commissioner Simmons moved the minutes from the June 30, 2009 be approved. Mr. Schulte seconded the motion, and the motion passed unanimously.

Item IV: Old Business

Mr. Mathers reviewed the investment results for the 2nd quarter of 2009 with the board. Fund balances and returns have rallied strongly since March. He reviewed the international account's returns as well. Mr. Mathers described the actions taken since the last board meeting to implement the board's direction in June to liquidate funds:

- State Treasurer staff received requests from the four trusts to withdraw their monies prior to January 2010.
- State Treasurer staff processed termination letters in the third week of July to State Street to redeem the S&P 500 and Russell 2000 funds.
- State Treasurer staff instructed State Street to terminate the international account, which is not subject to redemption restrictions, on Aug. 1.

- All of MIT's accounts with State Street were closed. For the the S&P 500 and Russell 2000 funds, we received both cash and units in the Liquidating Trust that has been established by State Street to account for illiquid investments subject to redemption restrictions.
- The initial amounts received in cash from the S&P 500 and Russell 2000 funds were slightly higher than State Street's June projections.

Since July 31, State Street has wired the State approximately half a million dollars in cash from the Liquidating Trust and we anticipate receiving another \$500,000 by the end of the year. Staff will also work to collapse the four trust agreements by January 2, 2010. Going forward, State Treasurer staff will process monthly Liquidating Trust payments received from State Street to the four trusts.

There was also discussion of a lawsuit filed by the Missouri state teachers retirement system (PSRS) against State Street. Mr. Mathers indicated that he has been in touch with PSRS's management and explained that PSRS is not suing State Street over the redemption restrictions placed on the S&P 500 and Russell 2000 funds but over another matter that affects PSRS.

Item V: New Business

Mr. Mathers will report on the State Street issue during the 4th quarter meeting.

Item VI: Adjournment

Ms. Yeckel moved the current meeting by adjourned. Commissioner Simmons seconded, and the motion passed. Meeting adjourned.